Pinon Ridge Mining LLC

31161 Highway 90, PO Box 825 Nucla, CO 81424



October 3, 2016

State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
Attn: Mr. Paul Baker
1594 West North Temple, Suite 1210
Salt Lake City, UT 84116

Re: Notice of Suspension of Small Mining Operations Expected to Exceed Five (5) Years, Pinon Ridge Mining LLC, Sage Mine, S/037/0058, San Juan County, Utah

Dear Mr. Baker,

As per Utah Administrative Code Annotated R647-3-113, Suspension or Termination of Operations, Part 4, please accept this letter as written notice of suspended mining activity expected to exceed five years for Pinon Ridge Mining LLC's (the Company) Sage Mine (the Site), permit number S/037/0058. Furthermore, the Company hereby requests a permit extension for the Site for an additional five years.

No mining activity has taken place at the Site since 2012 and the Company is aware that the Division may require full reclamation after ten (10) years of suspended activity.

Please do not hesitate to contact me if you have any questions.

Sincerely,

Patrick Siglin

Vice President, Development